

SL


BEAUCE PLACER MINING CO. LTD.

(NO PERSONAL LIABILITY)



TENTH ANNUAL REPORT

Year Ended Dec. 31, 1967



Digitized by the Internet Archive
in 2023 with funding from
University of Alberta Library

https://archive.org/details/Beau0112_1967

Beauce Placer Mining Co. Ltd.

(No Personal Liability)

OFFICERS

M. J. BOYLEN, D.C.L., D.Sc. - - - - *President*
JAMES K. CROWDY - - - - *Vice-President*
GORDON L. MOORE - - - - *Secretary-Treasurer*
RAYMOND CARON, Q.C. - - - - *Assistant-Secretary*
CHARLES B. BRANNIGAN - - - - *Assistant-Treasurer*

DIRECTORS

M. J. BOYLEN, D.C.L., D.Sc. - Toronto 18, Ontario
JAMES K. CROWDY - - - - Montreal, Quebec
ROBERT J. ISAACS - - - - Islington, Ontario
FRANC R. JOUBIN - - - - Toronto, Ontario
DR. VICTOR LACOURCIER - - La Malbaie, Quebec

HEAD OFFICE

630 Dorchester Boulevard West Montreal 2, Quebec

EXECUTIVE OFFICE

908 - 330 Bay Street - - - - Toronto, Ontario

AUDITORS

THORNE, GUNN, HELLIWELL &
CHRISTENSON - - - - Toronto, Ontario

TRANSFER AGENTS

GUARANTY TRUST COMPANY OF
CANADA - - - - Toronto, Ontario
and Montreal, Quebec

Beauce Placer Mining Co. Ltd.

(No Personal Liability)

Directors' Report

TO THE SHAREHOLDERS:

The Tenth Annual Report of the Company, including a copy of its balance sheet, related financial statements, notes relative thereto and the Report of the Auditors for the year ended December 31, 1967, are submitted herewith.

BEAUCEVILLE — PROVINCE OF QUEBEC

Your Company's holdings near Beauceville, Quebec, remained dormant during the year. Two major items of equipment, namely a Lima Model 2400 electric dragline and a dredge, are being offered for sale. Some enquiries have been received relative to these pieces of equipment but nothing has been finalized to date.

JOHAN BEETZ TOWNSHIP — PROVINCE OF QUEBEC

Your Company granted an option whereby the optionee, Homestake Mineral Development Company, undertook to explore and develop the property without cost to the Company (including acquisition costs), your Company to retain one-third non-assessable interest in the property. We have been advised by Homestake Mineral Development Company that they have withdrawn from exploration in Canada. Accordingly, pursuant to Clause 6 of the Option Agreement, they have notified us that they are not proceeding with the Option and they abandon and release to Beauce Placer Mining Co. Ltd. all of the said Mining Claims effective as of March 18, 1968.

An airborne radiometric survey was carried out by your Company before the claims were optioned to Homestake Mineral Development Company and, in terms of the agreement, the cost of this survey was recovered by your Company.

Homestake carried out a program of line cutting, scintillometer and magnetometer surveys and limited rock trenching. While no apparent concentrations of uranium oxide were found, the geologist in charge has recommended detailed prospecting with the scintillometer for the western portion of the claim block. With Homestake no longer in the picture, it has been recommended that your Company carry out the recommendations contained in their report. It is doubtful if such surface explorations can be effectively pursued until some time in June, 1968.

On behalf of the Board of Directors,

Toronto, Ontario.
April 15, 1968.

M. J. BOYLEN,
President.

Thorne,
Gunn,
Helliwell
& Christenson

CHARTERED ACCOUNTANTS

AUDITORS' REPORT

To the Shareholders of
Beauce Placer Mining Co. Ltd. (No Personal Liability)

We have examined the balance sheet of Beauce Placer Mining Co. Ltd. (No Personal Liability) as at December 31, 1967 and the statements of deficit, exploration and development expenses, administration and general expenses and source and application of funds for the year then ended and have obtained all the information and explanations we have required. Our examination included a general review of the accounting procedures and such tests of accounting records and other supporting evidence as we considered necessary in the circumstances.

In our opinion, and according to the best of our information and the explanations given to us and as shown by the books of the company, these financial statements are properly drawn up so as to exhibit a true and correct view of the state of the affairs of the company as at December 31, 1967 and the results of its operations and the source and application of its funds for the year then ended, in accordance with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Thorne, Gunn, Helliwell & Christenson

Toronto, Canada
February 15, 1968

Chartered Accountants

BEAUCE PLACER

(No Person)

(Incorporated under the laws of the Province of Quebec)

Balance Sheet —

(with comparative figures for the preceding year)

ASSETS		1967	1966
CURRENT ASSETS			
Cash	\$	102	
Accounts receivable		2,104	\$ 1,826
Government of Canada bond on deposit with Quebec Securities Commission, at cost (market value 1967, \$793; 1966, \$866)		1,000	1,000
Prepaid expenses			397
		<u>3,206</u>	<u>3,223</u>
STORES AND SUPPLIES, at cost		9,646	11,059
FIXED ASSETS, at cost			
Land		40,633	40,633
Drilling and automotive equipment, machinery and furniture		51,942	52,337
Dredge and dredging equipment		664,096	664,446
Mining rights and properties, at value assigned by directors to 750,000 fully paid shares (10¢ per share) issued as consideration therefor		75,000	75,000
Value assigned by directors to 300,000 fully paid shares (30¢ per share) issued as consideration for exploration and development expenses of \$100,275 on the foregoing mining rights and properties		90,000	90,000
Mining properties, at nominal value (note 1)		1	
		<u>921,672</u>	<u>922,416</u>
DEFERRED CHARGES			
Exploration and development expenses		1,046,049	1,040,756
Administration and general expenses		419,550	369,232
		<u>1,465,599</u>	<u>1,409,988</u>
		<u>\$2,400,123</u>	<u>\$2,346,686</u>

MINING CO. LTD.

bility)

ws of Quebec)

December 31, 1967

December 31, 1966)

LIABILITIES

	1967	1966
CURRENT LIABILITIES		
Bank advance		\$ 248
Accounts payable and accrued liabilities	\$ 64,402	29,622
Deposit re sale of fixed assets		25,000
5% Notes and accrued interest payable to shareholders	259,602	248,352
5% Unsecured, deferred subordinated promissory notes	207,813	207,813
Accrued interest on subordinated promissory notes	163,603	129,166
	<u>695,420</u>	<u>640,201</u>
LONG-TERM LIABILITIES		
6% Deferred demand notes	<u>400,781</u>	<u>400,781</u>

SHAREHOLDERS' EQUITY

CAPITAL STOCK		
Authorized — 5,000,000 shares, par value \$1 each		
Issued — 4,318,134 shares (note 2)	977,936	977,936
CONTRIBUTED SURPLUS	416,406	416,406
	<u>1,394,342</u>	<u>1,394,342</u>
DEFICIT	90,420	88,638
	<u>1,303,922</u>	<u>1,305,704</u>
	<u>\$2,400,123</u>	<u>\$2,346,686</u>

Approved on behalf of the Board:

R. J. ISAACS, Director.

M. J. BOYLEN, Director.

Beauce Placer Mining Co. Ltd.

(No Personal Liability)

NOTES TO FINANCIAL STATEMENTS

Year ended December 31, 1967

1. MINING PROPERTIES

During the year, the company acquired a mining property in the Baie Johan Beetz area, Province of Quebec. The company granted an option whereby the optionee, Homestake Mineral Development Company, undertook to explore and develop the property without cost to the company (including acquisition costs). The company retains a one-third non-assessable interest in the property.

2. CAPITAL STOCK

Shares of the company have been issued as follows:

	No. of shares and par value	Discount	Net
For cash	\$3,268,134	\$2,455,198	\$ 812,936
For mining rights and property	750,000	675,000	75,000
For exploration and development	300,000	210,000	90,000
	<u>\$4,318,134</u>	<u>\$3,340,198</u>	<u>\$ 977,936</u>

No shares were issued during the year.

STATEMENT OF DEFICIT

Year ended December 31, 1967

(with comparative figures for 1966)

	1967	1966
Deficit at beginning of year	\$ 88,638	\$ 63,752
<i>Add</i>		
Loss on disposal of fixed assets	369	24,886
Write-down of obsolete inventory	1,413	
	<u>1,782</u>	<u>24,886</u>
Deficit at end of year	<u>\$ 90,420</u>	<u>\$ 88,638</u>

Beauce Placer Mining Co. Ltd.

(No Personal Liability)

STATEMENT OF SOURCE AND APPLICATION OF FUNDS

Year ended December 31, 1967

(with comparative figures for 1966)

	1967	1966
SOURCE OF FUNDS		
Proceeds from sales of land, equipment and stores	\$ 376	\$ 12,868
Forgiveness of principal of 5% unsecured deferred subordinated, promissory notes		142,187
	<u>376</u>	<u>155,055</u>
APPLICATION OF FUNDS		
Deferred mine development and administrative expenses	55,611	42,519
Acquisition of mining property (note 1)	1	
	<u>55,612</u>	<u>42,519</u>
Decrease (increase) in working capital position	55,236	(112,536)
Working capital deficiency at beginning of year	636,978	749,514
	<u>692,214</u>	<u>636,978</u>

STATEMENT OF EXPLORATION AND DEVELOPMENT EXPENSES

Year ended December 31, 1967

DRILLING		
Balance December 31, 1966 and 1967		\$ 183,243
DEVELOPMENT EXPENSES		
Balance December 31, 1966 and 1967		529,981
PURCHASE OF LAND EASEMENT		
Balance December 31, 1966 and 1967		10,536
MINES OVERHEAD AND INDIRECT EXPENSE		
Balance December 31, 1966	\$ 322,803	
Expenses for year		
General insurance	50	
Municipal taxes	274	
Shut down expense	5,218	
	<u></u>	<u>328,345</u>
Balance December 31, 1967		1,052,105
REVENUE FROM WOOD CUTTING		
Balance December 31, 1966	5,806	
Land rental for year	250	
	<u></u>	<u>6,056</u>
Balance December 31, 1967		<u>\$1,046,049</u>

Beauce Placer Mining Co. Ltd.

(No Personal Liability)

STATEMENT OF ADMINISTRATION AND GENERAL EXPENSES

Year ended December 31, 1967

	Balance December 31, 1966	Expenses during 1967	Balance December 31, 1967
Advertising	\$ 4,630	\$ 77	\$ 4,707
Bank loan interest	74,319		74,319
Overdraft interest, bank charges and discounts	13,286	463	13,749
Corporation taxes	1,286	70	1,356
Engineering and consulting	4,006		4,006
Legal and audit	18,901	612	19,513
Postage, stationery and supplies	7,120	137	7,257
Security and registration expense	2,285		2,285
Listing and sustaining fees	2,595	100	2,695
Telephone and telegraph	5,226	190	5,416
Transfer agent and registrar's fees	4,932	618	5,550
Travelling expense	12,129	74	12,203
Administration	44,400	1,800	46,200
Reports to shareholders	5,844	456	6,300
Payment to widow of former manager	1,000		1,000
General expense	1,113	34	1,147
	<u>203,072</u>	<u>4,631</u>	<u>207,703</u>
Interest on promissory notes	237,123	45,687	282,810
Less accrued interest on notes surrendered and cancelled	70,963		70,963
	<u>166,160</u>	<u>45,687</u>	<u>211,847</u>
	<u>\$ 369,232</u>	<u>\$ 50,318</u>	<u>\$ 419,550</u>

